

**Franchise Tax Board****NO ANALYSIS REQUIRED**

Author: Campbell Analyst: Gloria McConnell Bill Number: AB 987  
Related Bills: SB 343 (95/96) Telephone: 845-4336 Amended Date: 01/03/00  
Attorney: Patrick Kusiak Sponsor: \_\_\_\_\_

**SUBJECT:** PIT Rates/Percentage of Federal

- ☐ ANALYSIS NOT REQUIRED of this bill -- Not within scope of responsibility of this department.
- ☐ TECHNICAL BILL -- No program or fiscal changes to existing program.
- ☐ BILL AS AMENDED NO LONGER WITHIN SCOPE of responsibility or program of the department.
- ☐ TECHNICAL AMENDMENT - No change in previously submitted analysis required. Approved position of prior analysis is \_\_\_\_\_.
- ☐ MINOR AMENDMENT - No change in previously submitted analysis required. Approved position of prior analysis is \_\_\_\_\_.
- ☐ MINOR AMENDMENT - No change in approved position of \_\_\_\_\_. See comments below.
- ☒ OTHER - See comments below.

**COMMENTS:**

This bill would change the method of computing the California personal income tax (PIT) for taxpayers who do not have any income that is taxed by another state or country. For these taxpayers, the PIT would be a yet-to-be-determined percentage of the taxpayer's federal tax liability, prior to the application of any federal tax credits, reduced by any credits allowed under California's PIT law.

The January 3, 2000, amendments adopted the provisions discussed in the department's analysis dated December 28, 1999, of the bill as proposed to be amended.

That analysis of the bill as proposed to be amended still applies.

**Board Position:**

<input type="checkbox"/> S	<input type="checkbox"/> NA	<input type="checkbox"/> NP
<input type="checkbox"/> SA	<input type="checkbox"/> O	<input checked="" type="checkbox"/> NAR
<input type="checkbox"/> N	<input type="checkbox"/> OUA	<input type="checkbox"/> PENDING

**Franchise Tax Board Staff****Date**

Gloria McConnell

1/26/00